

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2008

	January-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	FYTD	FY07	Ended	Ended
				Net ROR				Net ROR					Net	Net	6/30/2007	6/30/2007
															Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	44,575	2.0%	2.3%	-9.31%	50,243	2.2%	2.3%	-1.50%	48,139	2.3%	2.3%	0.38%	-10.33%	21.84%	13.35%	N/A
Total Structured Growth	44,575	2.0%	2.3%	-9.31%	50,243	2.2%	2.3%	-1.50%	48,139	2.3%	2.3%	0.38%	-10.33%	21.84%	13.35%	10.94%
Russell 1000 Growth				-7.80%				-0.77%				4.21%	-4.65%	19.04%	8.70%	9.28%
<i>Structured Value</i>																
LSV	46,264	2.1%	2.3%	-3.79%	49,150	2.2%	2.3%	-5.53%	46,931	2.3%	2.3%	-0.89%	-9.92%	23.77%	19.00%	16.55%
Russell 1000 Value				-4.01%				-5.80%				-0.24%	-9.79%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	89,878	4.1%	4.5%	-8.07%	99,938	4.4%	4.5%	-1.07%	95,834	4.6%	4.5%	0.24%	-8.83%	21.27%	13.46%	N/A
Russell 1000				-6.00%				-1.07%				1.98%	-7.23%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>																
Westridge	103,120	4.7%	4.5%	-5.92%	112,006	4.9%	4.5%	-3.04%	106,209	5.1%	4.5%	2.18%	-6.79%	21.12%	11.98%	N/A
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	
<i>Index</i>																
State Street	27,669			-7.02%	30,403			-6.37%	29,102			-0.80%	-13.63%	21.82%	12.34%	11.08%
Total 130/30	27,669	1.3%	1.5%	-7.02%	30,403	1.3%	1.5%	-6.37%	29,102	1.4%	1.5%	-0.80%	-13.63%	21.82%	12.34%	11.08%
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	311,507	14.2%	15.0%	-6.84%	341,739	15.0%	15.0%	-2.89%	326,214	15.6%	15.0%	0.62%	-8.97%	21.86%	13.76%	12.22%
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	52,928	2.4%	2.5%	-7.57%	58,013	2.5%	2.5%	-6.35%	53,668	2.6%	2.5%	-3.66%	-16.61%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				-6.65%				-4.09%				-2.60%	-12.80%	18.76%	15.72%	16.16%
<i>Enhanced</i>																
Research Affiliates	51,294	2.3%	2.5%	-5.26%	54,982	2.4%	2.5%	-7.00%	51,170	2.5%	2.5%	N/A	N/A	N/A	N/A	N/A
Russell 2000				-6.82%				-4.58%				-3.09%	-13.83%			
TOTAL SMALL CAP DOMESTIC EQUITY	104,222	4.7%	5.0%	-6.44%	112,995	5.0%	5.0%	-6.67%	104,839	5.0%	5.0%	-4.98%	-17.03%	18.39%	13.70%	14.37%
Russell 2000				-6.82%				-4.58%				-3.09%	-13.83%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	83,399	3.8%	4.0%	-9.18%	91,703	4.0%	4.0%	-1.23%	86,331	4.1%	4.0%	0.61%	-9.75%	25.99%	21.19%	14.89%
LSV	78,879	3.6%	4.0%	-10.58%	88,172	3.9%	4.0%	-6.39%	87,639	4.2%	4.0%	-3.37%	-19.11%	31.24%	N/A	N/A
Total Large Cap - Active	162,278	7.4%	8.0%	-9.87%	179,874	7.9%	8.0%	-3.80%	173,970	8.3%	8.0%	-1.43%	-14.53%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged				-10.14%				-2.19%				0.11%	-12.01%	26.94%	22.55%	15.71%
<i>Small Cap - Value</i>																
DFA	20,366	0.9%	1.0%	-6.60%	21,804	1.0%	1.0%	N/A	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	21,290	1.0%	1.0%	-3.92%	N/A	21.03%	20.93%	N/A
Total Small Cap Value	20,366	0.9%	1.0%	-6.60%	21,804	1.0%	1.0%	N/A	21,290	1.0%	1.0%	-3.92%	-10.84%	21.03%	20.93%	N/A
Citigroup Broad Market Index < \$2BN				-9.70%				-5.94%				-0.66%	-15.62%	28.58%	26.34%	
<i>Small Cap - Growth</i>																
Vanguard	20,281	0.9%	1.0%	-9.13%	22,319	1.0%	1.0%	-4.84%	20,835	1.0%	1.0%	-1.48%	-14.81%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				-9.70%				-4.84%				-0.66%	-15.62%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	202,926	9.2%	10.0%	-9.47%	223,998	9.8%	10.0%	-3.97%	216,095	10.4%	10.0%	-1.70%	-14.54%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				-10.14%				-2.19%				0.11%	-12.01%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	238,807	10.9%	10.9%	1.78%	240,282	10.5%	10.9%	1.63%	218,226	10.5%	10.9%	1.87%	5.37%	7.29%	4.44%	5.64%
Lehman Aggregate				1.68%				3.00%				2.84%	7.71%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>																
Hyperion	63,681	2.9%	2.8%	0.58%	64,273	2.8%	2.8%	-1.00%	59,396	2.8%	2.8%	-1.78%	-2.20%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				2.04%				3.15%				3.88%	9.34%			
<i>Core Plus/Enhanced</i>																
Clifton Group	70,120	3.2%	2.8%	2.46%	70,046	3.1%	2.8%	3.99%	61,614	3.0%	2.8%	4.41%	11.25%	5.52%	N/A	N/A
Prudential	66,275	3.0%	2.8%	0.98%	67,160	2.9%	2.8%	2.45%	59,978	2.9%	2.8%	1.95%	5.47%	N/A	N/A	N/A
Total Core Plus/Enhanced	136,395	6.2%	5.6%	1.73%	137,207	6.0%	5.6%	3.23%	121,592	5.8%	5.6%	3.18%	8.37%	5.95%	N/A	N/A
Lehman Aggregate				1.68%				3.00%				2.84%	7.71%	6.12%		
<i>Index</i>																
Bank of ND	119,765	5.5%	4.9%	1.99%	120,200	5.3%	4.9%	3.04%	108,630	5.2%	4.9%	3.09%	8.35%	5.45%	2.92%	4.32%
Lehman Gov/Credit (1)				1.90%				3.10%				3.01%	8.22%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	235,067	10.7%	10.9%	1.07%	238,209	10.4%	10.9%	1.98%	215,331	10.3%	10.9%	1.48%	4.60%	7.93%	4.86%	6.59%
Lehman US Credit BAA				0.38%				1.90%				1.67%	3.99%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	793,715	36.2%	35.0%	1.50%	800,171	35.1%	35.0%	2.00%	723,175	34.7%	35.0%	1.84%	5.43%	7.11%	3.89%	5.04%
Lehman Aggregate (2)				1.68%				3.00%				2.84%	7.71%	6.12%	4.13%	4.87%
CASH EQUIVALENTS																
Bank of ND	782,199	35.6%	35.0%	0.29%	802,691	35.2%	35.0%	0.96%	714,620	34.3%	35.0%	1.24%	2.51%	5.36%	4.10%	3.00%
90 Day T-Bill				0.50%				0.50%				1.34%	2.92%	5.21%	3.78%	2.76%
TOTAL INSURANCE REGULATORY TRUST	2,194,568	100.0%	100.0%	-1.65%	2,281,594	100.0%	100.0%	-0.10%	2,084,943	100.0%	100.0%	0.97%	-0.79%	11.10%	7.39%	7.70%
POLICY TARGET BENCHMARK				-1.49%				0.48%				1.65%	0.62%	10.39%	7.14%	6.76%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.